

**ECONOMICS**  
**B.Com. SEMESTER: 4 (MINOR)**  
**Paper Code DSC-C-244**  
**Implementation Year 2024-25**  
**Macroeconomics**

**Objective**

Macroeconomics or aggregative economic analysis establishes the functional relationship between the large aggregates. The understanding of macroeconomic theoretical structure is considered essential for the proper comprehension of the different issues and policies.

**Outcome**

Macroeconomic Analysis equips the students to understand economic facts and latest theoretical developments for empirical analysis

**Unit- 1: Money and National Income**

Money – Meaning, Functions, Components of Money Supply; Quantity Theory of Money – Fisher, Cambridge version; National Income – Meaning, Concepts, Methods of measuring NI with its limitations.

**Unit- 2: Classical Economics**

Say's Law of Markets, Pigou's Wage Cut Theory, Wage Flexibility, Criticism by Keynes

**Unit- 3: Consumption and Investment**

Keynesian Economics – Consumption – Meaning, Consumption Function; Basic concepts – MPC, MPS, APC and APS; Keynes' Psychological Law, Factors affecting consumption; Investment – Meaning, Investment Function – Marginal Efficiency of Capital; Investment Multiplier – Leakages.

**Unit- 4: Inflation**

Inflation – Meaning, Types, Causes of Inflation, Measures to contain inflation; Effects of Inflation; Deflation – Meaning – Difference between Inflation and Deflation; Inflationary Gap – Meaning.

**Reference Books**

1. Shapiro Edward: Macroeconomic Analysis
2. Dwivedi D N Macroeconomics: Theory and Policy Mc graw Hill Edition
3. G S Gupta: Macroeconomics Theory and application
4. H L Ahuja: Modern Economics
5. Taxman's: Macro Economics
6. Mankiw Gregory: Macro Economics